Dy

Approved: March 23, 1998

MINUTES OF THE HOUSE SELECT COMMITTEE ON HIGHER EDUCATION.

The meeting was called to order by Chairperson David Adkins at 11:30 a.m. on March 6, 1998 in Room 519-S of the Capitol.

All members were present.

Committee staff present: Carolyn Rampey, Legislative Research Department

Leah Robinson, Legislative Research Department Alan Conroy, Legislative Research Department

Avis Swartzman, revisor of Statutes Jim Wilson, Revisor of Statutes Leona Fultz, Committee Secretary

Conferees appearing before the committee: None

Others attending: See attached list

The committee continued discussion and deliberations of **substitute for HB 2793.** Jim Wilson handed out for the committee to look at a Preliminary Redraft 1-21 (<u>Attachment 1</u>), Appropriations Preliminary Redraft 70 - 86 (Attachment 2), and Washburn Preliminary Redraft (<u>Attachment 3</u>).

Representative McKechnie moved that substitute HB 2793 be sent to the House without recommendation and Representative Farmer seconded the motion. The motion carried. (This action was taken to obtain a printed copy of the bill.)

The Committee meeting adjourned and the next meeting was scheduled for Monday, March 9, 1998 at 5:00 p.m.

SELECT COMMITTEE ON HIGHER EDUCATION COMMITTEE GUEST LIST

DATE: Mauh 6 1998

	NAME	REPRESENTING
	Len Hackler	11 Jachburn University
	STEUZ KENENZY	KAAUTS
	Claire Frishre	Div. of the Budget
	Jim Allen	KAGCT
	Stucy Farmer	KA8B
	be Briningham	KSDE
	Sheiler Fiahm	KACTT
	Messa Grisss	KAAVTS
	Debra Prideaux	HS1
	,	
-	*	
	*	9

PRELIM REDRAFT \$\$1-21 6 Mar 98 AM

1

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

7 RS 2322

DRAFT of SUBSTITUTE FOR HOUSE BILL NO. 2793

For Consideration by Select Committee on Higher Education

ACT concerning postsecondary education; establishing the AN Kansas council on higher education; educational coordinating commission; joint committee on postsecondary education; prescribing powers, duties, functions and guidelines; providing funding; establishing Washburn university as a state educational institution under the control supervision of the council; making and concerning appropriations for the fiscal years ending June 30, June 30, 2000, June 30, 2001, and June 30, 2002; amending K.S.A. 12-16,102, 71-204, 71-501, 71-601, 71-604, 71-605, 71-609a, 71-610, 71-613, 71-801, 71-1508, 71-1702, 79-5021, 79-5022, 79-5024, 79-5025, 79-5026, 79-5028 and 79-5032 and K.S.A. 1997 Supp. 19-101a, 71-201, 71-301, 71-401, 71-602, 71-607, 71-609, 71-611, and 71-613a and repealing the existing sections; also repealing K.S.A. 13-13a25, 13-13a26, 13-13a27, 13-13a28, 13-13a29, 13-13a30, 13-13a31, 13-13a32, 13-13a33, 13-13a34, 46-1208a, 46-1208b, 71-304, 71-305, 71-306, 71-403 and 72-4424 and K.S.A. 1997 Supp. 71-619.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. (a) This act shall be known and may be cited as the Kansas higher education governance and coordination act.

(b) The purpose of this act is to provide for the general improvement of postsecondary education in the state of Kansas and to establish the Kansas council on higher education to provide leadership, governance and coordination for postsecondary educational institutions so that enhanced accessibility, quality, excellence, accountability, research and service may be achieved in the postsecondary educational system for Kansans through the efficient and effective utilization and concentration of all available resources and the elimination of costly and undesirable

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

1 duplication in program and course offerings, faculties and 2 physical facilities at postsecondary educational institutions.

- New Sec. 2. As used in the Kansas higher education governance and coordination act,
 - (a) "State council" means the Kansas council on higher education provided for in the constitution of this state and established by section 3, and amendments thereto.
 - (b) "State board of regents" means the state board of regents established by K.S.A. 74-3201, and amendments thereto.
 - (c) "State educational institution" means any educational institution, as defined by K.S.A. 76-711, and amendments thereto, and Washburn university.
 - "Community college" means any community college established under the laws of this state.
 - "Technical college" means any technical college established under K.S.A. 72-4468, and amendments thereto.
 - "Vocational school" means any area vocational school area vocational-technical school established under the laws of this state and approved and officially designated as such by the state board of education.
 - "Postsecondary educational institution" means any state educational institution, community college, technical college, and any vocational school and includes any entity resulting from the consolidation or affiliation of any two or more of such postsecondary educational institutions.
- New Sec. 3. (a) There is hereby established the Kansas council on higher education. The state council shall be composed of 11 members appointed by the governor, subject to confirmation by the senate as provided in K.S.A. 75-4315b, and amendments thereto. Except as provided by K.S.A. 1997 Supp. 46-2601, and amendments thereto, no person appointed to the state council shall exercise any power, duty or function as a member of the state council until confirmed by the senate. Each member shall hold office for a term of six years, except as provided for the 35 first members appointed to the state council, and until a

successor is appointed and confirmed. Terms of members shall expire on January 15. No person shall serve more than two terms of office as a member of the state council, except that this limitation shall not include the first term of office of any person appointed and qualified as a member of the initial state council in accordance with subsection (b)(2).

- (b) (1) One member of the state council shall be a resident of each congressional district with the remaining members appointed from among all residents of Kansas, except that no two members shall reside in the same county at the time of their appointment unless each county in the congressional district has a member residing in the county at the time of their appointment. Subsequent redistricting of congressional districts shall not disqualify any member of the state council from service for the remainder of the member's term of office. At no time shall more than six members of the state council be members of the same political party.
- (2) In addition to and subject to the other provisions of this section, the first appointed members of the state council shall be appointed by the governor on or before February 1, 1999, in accordance with the following:
 - (A) From among a list of nominations of not less that 10 nominees which shall be submitted to the governor by the state board of regents on or before January 1, 1999, the governor shall appoint two members who shall have a term of office of six years and three members who shall have a term of office of three years;
 - (B) from among a list of nominations of not less that four nominees which shall be submitted to the governor by the state board of education on or before January 1, 1999, the governor shall appoint one member who shall have a term of office of six years and one member who shall have a term of office of three years;
- 33 (C) from among a list of nominations of not less that four 34 nominees which shall be submitted to the governor by the Kansas 35 association of community college trustees on or before January 1,

- 1 1999, the governor shall appoint one member who shall have a term 2 of office of six years and one member who shall have a term of 3 office of three years;
 - (D) from among a list of nominations of not less that two nominees which shall be submitted to the governor by the Kansas association of area vo-tech schools on or before January 1, 1999, the governor shall appoint one member who shall have a term of office of six years;
 - (E) from among a list of nominations of not less that two nominees which shall be submitted to the governor by the board of regents of Washburn university on or before January 1, 1999, the governor shall appoint one member who shall have a term of office of three years; and
 - (F) no person who is an elected official or an officer or employee of any postsecondary educational institution shall be nominated for appointment under this subsection (b)(2).
 - (c) The members of the Kansas council on higher education shall meet and organize annually by electing one member as chairperson, except that the governor shall designate the first chairperson of the state council from among the first members appointed to the state council.
 - (d) Members of the Kansas council on higher education attending meetings of the state council, or attending a subcommittee meeting thereof authorized by the state council, shall be paid compensation, subsistence allowances, mileage and other expenses as provided in K.S.A. 75-3212, and amendments thereto, for members of the legislature.
- New Sec. 4. The state council shall meet at least quarterly each year in Topeka on dates fixed by the state council. Special meetings may be held upon the call of the chairperson or upon the petition to the chief executive officer of the state council by six members of the council, the date and place of all special meetings to be designated in the call. Six members of the state council shall constitute a quorum for the transaction of business but less than six members may adjourn any regular or special

meeting to a definite time and place.

New Sec. 5. (a) In the exercise of its leadership role, the Kansas council on higher education shall be an advocate for the provision of adequate resources and sufficient authority for all postsecondary educational institutions so that each postsecondary educational institution can realize, within its prescribed role and scope, its full potential to the benefit of the students who attend such postsecondary educational institution and to the benefit of all Kansans in terms of receiving the benefits of a highly educated and vocationally trained populace.

(b) In addition to other duties and functions prescribed by statute, the state council shall advise and consult with the joint committee on postsecondary education and shall prepare and present an annual strategic planning report to the joint committee on postsecondary education.

New Sec. 6. (a) The Kansas council on higher education shall appoint a chief executive officer who shall act as the executive officer for the state council. The chief executive officer of the state council shall be in the unclassified service under the Kansas civil service act, shall serve at the pleasure of the state council and shall receive a salary fixed by the state council, subject to approval by the governor. The chief executive officer shall attend all meetings of the state council, keep a full and correct record of its proceedings as approved by the state council and shall perform such other duties and functions as the state council may prescribe.

(b) There are hereby established the division of governance and the division of coordination under the supervision of the state council. Each such division shall perform duties and functions regarding governance and coordination of postsecondary educational institutions, respectively, in accordance with the provisions of this act. As authorized by the state council, the chief executive officer shall appoint such other officers and employees as may be required for such divisions and to assist in performing such duties and functions.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

35

New Sec. 7. (a) On and after July 1, 2000, the Kansas council on higher education shall control and supervise the operation and management of all state educational institutions in accordance with the provisions of this act. The budget estimate for each state educational institution for each fiscal year commencing after June 30, 2000, shall be subject to review, modification and approval by the Kansas council on higher education prior to being submitted to the division of the budget for review by the governor and the legislature as provided by statute.

(b) On and after July 1, 2000, the state council shall have authority to appoint the chief executive officers, establish personnel policies, set fees and tuition and approve the missions for each state educational institution.

New Sec. 8. (a) On and after July 1, 2000, the Kansas council on higher education shall coordinate all postsecondary education activities of all postsecondary institutions, in accordance with the provisions of this act. and after July 1, 2000, all postsecondary education activities of state educational institutions, community colleges, technical colleges, and vocational schools shall be subject to the policies and approval of the Kansas council on higher education that - coordinate such activities in accordance with the provisions of On and after July 1, 2000, the board of trustees or other governing board of each community college, technical college or vocational school, or of any entity resulting from the consolidation of any two or more community colleges, technical colleges or vocational schools, shall continue to govern each such community college, technical college, vocational school or such other entity as provided by statute.

- 31 (b) For the purposes of coordinating all postsecondary 32 education activities of all postsecondary educational 33 institutions on and after July 1, 2000, the state council is 34 hereby authorized to and shall:
 - (1) Develop comprehensive long range plans;

- 1 (2) determine institutional roles and review institutional
 2 missions;
- 3 (3) require the development of institutional master plans;
- 4 (4) develop measurable performance indicators;
- (5) review and approve course offerings, course locations,programs and degrees;
 - (6) conduct ongoing program review;

- (7) encourage and oversee cooperative postsecondary programs
 among postsecondary educational institutions;
- 10 (8) administer statewide student financial assistance 11 programs;
- 12 (9) develop and implement long range plans for the 13 utilization of distance learning technologies;
- (10) collect and maintain a uniform postsecondary education
 database; and
- (11) recommend statewide postsecondary funding levels for all postsecondary educational institutions to the governor and the legislature, which shall include the budget estimates for the state educational institutions approved by the state council under subsection (a) of section 7, and amendments thereto.
- 21 New Sec. 9. The state council shall create advisory 22 committees and appoint the members thereof when the state council 23 _ determines that such advisory committees are needed to assist the 24 state council in the performance of its duties and functions. Each such advisory committee shall advise and consult with and 25 advise the state council with reference to the matters referred 26 to the advisory committee. Members of any advisory committee 27 created under authority of this section attending meetings of 28 29 such committee or attending a subcommittee meeting thereof 30 authorized by such committee shall be paid subsistence 31 allowances, mileage and other expenses as provided in K.S.A. 32 75-3223, and amendments thereto, but shall receive compensation for services as such members. The council 33 34 authorized to make expenditures to provide space for holding 35 meetings of advisory committees created under this section,

including expenditures for official hospitality.

New Sec. 10. There is hereby established the educational coordinating commission which shall serve as a liaison committee between the Kansas council on higher education and the state board of education to ensure a seamless system of education. The educational coordinating commission shall be composed of three members of the state board of education selected by that board and three members of the Kansas council on higher education selected by the state council. The educational coordinating commission members shall serve two year terms and shall annually elect a chair of the commission. The educational coordinating commission shall establish its own rules and policies of operation and procedure.

New Sec. 11. (a) There is hereby created the joint committee on postsecondary education which shall be composed of five members of the senate and nine members of the house of representatives and shall be appointed in accordance with the following:

- (1) The president of the senate shall appoint three of the senate members and the senate minority leader shall appoint two of the senate members;
- (2) the speaker of the house of representatives shall

 appoint five of the representative members and the minority

 leader of the house of representatives shall appoint four of the

 representative members; and
- 26 (3) any vacancy in the membership of the joint committee 27 shall be filled by appointment in the manner prescribed for the 28 original appointment.
- 29 (b) All members of the joint committee on postsecondary
 30 education shall serve for terms of office ending on the first day
 31 of the regular session of the legislature in odd-numbered years.
 32 The joint committee shall organize annually and elect a
 33 chairperson and a vice-chairperson in accordance with this
 34 subsection. During calendar year 1999 and each odd-numbered year
 35 thereafter, the chairperson shall be one of the representative

members of the joint committee and the vice-chairperson shall one of the senate members of the joint committee. During calendar year 2000 and each even-numbered year thereafter, the chairperson shall be one of the senate members of the joint committee and the vice-chairperson shall be one of the representative members of the joint committee. The vice-chairperson shall exercise all of the powers of the chairperson in the absence of the chairperson. If a vacancy occurs in the office of chairperson or vice-chairperson, a member of the joint committee, who is a member of the same house as the member who vacated the office, shall be elected by the members of the joint committee to fill the vacancy.

(c) A quorum of the joint committee on postsecondary education shall be eight members. All actions of the joint committee shall be taken by a majority of all of the members of the joint committee. The joint committee on postsecondary education may meet at any time and at any place within the state on the call of the chairperson.

- (d) The joint committee on postsecondary education is hereby authorized to exercise the powers of compulsory process in connection with any authorized subject of inquiry, study or investigation in accordance with the provisions of K.S.A. 46-1001 through 46-1017, and amendments thereto, and specifically including the authority to exercise such powers of compulsory process with respect to enforcing any request for information of the Kansas council of higher education, the educational coordinating commission, the department of education and any postsecondary educational institution.
- (e) The joint committee on postsecondary education shall assist in the development and monitoring of performance measures for postsecondary educational institutions to ensure the fiscal and academic integrity of the postsecondary education system. The joint committee shall receive and review reports from the educational coordinating commission, and any advisory committees created by the Kansas council on higher education and an annual

1 strategic planning report from the state council. The joint 2 committee shall review the plans for public and private 3 postsecondary education in Kansas, including vocational and technical education. The joint committee shall annually make a 4 report and recommendations to the legislature and the governor 5 and may cause the same to be published separately from other 6 7 documents which are required by law to be submitted to the 8 legislative coordinating council. The reports and recommendations 9 of the joint committee shall include a review of the schedule for 10 implementation of educational goals established by the Kansas council on higher education. The joint committee shall prepare a 11 12 report to the legislature at the beginning of the regular session in 2000 on the feasibility of a virtual campus to provide 13 programs 14 educational access to offered by postsecondary 15 educational institutions via technology.

(f) Upon request of the joint committee on postsecondary education, the state board of regents, Kansas council on higher education and the state board of education shall provide consultants to provide assistance to the joint committee from the faculties and staffs of institutions and agencies under the respective control and jurisdiction thereof.

16

17

18

19

20

- 22 (g) The joint committee on postsecondary education may 23 _introduce such legislation as it deems necessary in performing 24 its functions.
- (h) The provisions of the acts contained in article 12 of chapter 46 of the Kansas Statutes Annotated, and amendments thereto, applicable to special committees shall apply to the joint committee on postsecondary education to the extent that the same do not conflict with the specific provisions of this act applicable to the joint committee.
- New Sec. 12. On the effective date of this act, the following state agency and office shall be and hereby are abolished:
- 34 (a) The state board of regents required to be provided for 35 by section 2 of article 6 of the constitution of this state prior

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

to adoption by the electors of this state of the proposition to revise article 6 as provided in 1998 House Concurrent Resolution No. 5049; and

(b) the office of executive officer of the state board of regents provided to be appointed by K.S.A. 74-3203, and amendments thereto.

New Sec. 13. For the purpose of concluding operations, the state board of regents and the office of executive officer of the state board of regents abolished by this act shall continue in existence until June 30, 2000. During such period of existence and notwithstanding the abolition of the state board of regents and the office of executive officer of the state board of regents, such state agency and officer shall exercise all of the powers, duties and functions that were vested therein prior to abolition by this act. Upon the expiration of such period of existence, the state board of regents and the chief executive officer thereof shall cease all operations and shall have no further authority to act.

New Sec. 14. (a) On July 1, 2000, all of the powers, duties, functions, records and property of the state agency and office abolished by this act, including the power to administer, expend and distribute funds now or hereafter made available in _accordance with appropriation acts, shall be and hereby are transferred to and conferred and imposed upon the state council. The state council shall be the successor in every way to the powers, duties and functions of the abolished state agency and office, in which the same were vested prior to July 1, 2000. state council shall be a continuation of the abolished state agency and office, and every act performed under the authority of the state council shall be deemed to have the same force and effect as if performed by the respective agency or office in which the authority to perform such act was vested prior to July 1, 2000.

34 (b) On and after July 1, 2000, whenever the state agency or office abolished by this act are referred to or designated by a

4

5

6

7

8

9

10

11

12

24

25

26

27

28

29

30

31

statute, contract or other document, such reference or designation shall be deemed to apply to the state council.

- (c) All rules and regulations of the state board of regents in existence on June 30, 2000, shall continue to be effective and shall be deemed to be duly adopted rules and regulations of the state council until revised, amended, revoked or nullified pursuant to law.
- (d) All policies, orders and directives of the state board of regents in existence on June 30, 2000, shall continue to be effective and shall be deemed to be orders and directives of the state council, until revised, amended or nullified pursuant to law.
- 13 (e) On July 1, 2000, the state council shall succeed to whatever right, title or interest the state board of regents has 14 15 acquired in any real property in this state, and the state council shall hold the same for and in the name of the state of 16 17 Kansas. On and after July 1, 2000, whenever any statute, 18 contract, deed or other document concerns the power or authority 19 of the state board of regents to acquire, hold or dispose of real 20 property or any interest therein, the state council shall succeed 21 to such power or authority.
- 22 (f) The state council shall be a continuation of the state 23 -board of regents.
 - New Sec. 15. (a) The state council shall provide that all officers and employees of the state board of regents or the state board of education who are engaged in the exercise and performance of the powers, duties, and functions transferred by this act are transferred to the state council if the state council deems that the transfer of such officers and employees is necessary to the exercise and performance of such powers, duties and functions.
- 32 (b) Officers and employees of the state board of regents or 33 the state board of education who are transferred to the state 34 council shall retain all retirement benefits and leave rights 35 which had accrued or vested prior to the date of transfer. The

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

service of each such officer and employee so transferred shall be deemed to have been continuous. All transfers, layoffs and abolition of classified service positions under the Kansas civil service act which may result from transfers of powers, duties and functions shall be made in accordance with the civil service laws and any rules and regulations adopted thereunder. Nothing in this act shall affect the classified status of any transferred person employed by the state board of regents or the state board of education prior to the date of transfer. The state council shall be responsible for administering any layoff that is a part of the transfer. Notwithstanding the date of transfer personnel from the state board of regents or the state board of education to the state council pursuant to the provisions of this act, the date of such transfer shall be effective at the start of a payroll period.

New Sec. 16. (a) When any conflict arises as to the disposition of any power, function or duty or the unexpended balance of any appropriation as a result of any abolition, transfer or change effected by or under authority of this act, such conflict shall be resolved by the governor, whose decision shall be final.

- (b) On July 1, 2000, the state council shall succeed to all property and records which were used for or pertain to the performance of the powers, duties and functions transferred to the state council. Any conflict as to the proper disposition of property or records arising under this section, and resulting from any abolition or transfer of powers, duties and functions effected by or under authority of this act, shall be determined by the governor, whose decision shall be final.
- New Sec. 17. (a) On and after July 1, 2000, the state council shall have the legal custody of all records, memoranda, writings, entries, prints, representations or combinations thereof of any act, transaction, occurrence or event of the state board of regents and the executive officer thereof.
- 35 (b) No suit, action or other proceeding, judicial or

administrative, lawfully commenced, or which could have been commenced, by or against the state board of regents or the executive officer thereof in the official capacity of such board or officer or in relation to the discharge of official duties of such board or officer, shall abate by reason of the governmental reorganization effected under the provisions of this act. The court may allow any such suit, action or other proceeding to be maintained by or against the state council.

(c) No criminal action commenced or which could have been commenced by the state shall abate by reason of the governmental reorganization effected under the provisions of this act.

New Sec. 18. (a) On July 1, 2000, the balance of all funds appropriated and reappropriated to the state board of regents is hereby transferred to the state council and shall be used only for the purpose for which the appropriation was originally made.

(b) On July 1, 2000, the liability for all accrued compensation or salaries of officers and employees who, immediately prior to such date, were engaged in the performance of powers, duties or functions of the state board of regents shall be assumed and paid by the state council.

New Sec. 19. (a) On July 1, 2000, the community colleges established and existing under the laws of this state shall be and hereby are transferred from the supervision of the state board of education to coordination by the state council. The community colleges shall continue to be operated, managed and controlled by locally elected boards of trustees. The state council shall exercise such coordination of the operation, management and control of community colleges as may be prescribed by law.

- (b) On July 1, 2000, all of the powers, duties, functions, records and property of the state board of education relating to community college operations shall be and are hereby transferred to and conferred and imposed upon the state council.
- 34 (c) On and after July 1, 2000, the state council shall be 35 the successor in every way to the powers, duties and functions of

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

- the state board of education relating to community college operations in which the same were vested prior to the effective date of this act. Every act performed by the state council shall be deemed to have the same force and effect as if performed by the state board of education in which such functions were vested prior to July 1, 2000.
 - (d) On and after July 1, 2000, whenever the state board of education, or words of like effect, is referred to or designated by a statute, contract or other document relating to community college operations, such reference or designation shall be deemed to apply to the state council.
 - (e) The state plan for community colleges, prepared and adopted by the state board of education pursuant to the provisions of the Kansas community college act, which is in existence on July 1, 2000, shall continue to be effective and shall be deemed to be the duly adopted state plan of the state council until revised, amended, revoked or nullified pursuant to law.
 - (f) All rules and regulations, and all orders and directives of the state board of education relating to community college operations which are in existence on July 1, 2000, shall continue to be effective and shall be deemed to be the duly adopted rules and regulations or orders and directives of the state council until revised, amended, revoked or nullified pursuant to law.
- 25 (g) The unexpended balance of any appropriation for and any 26 funds available to the state board of education for purposes 27 relating to community college operations shall be transferred to 28 the state council on July 1, 2000.
- 29 (h) On and after July 1, 2000, all books, records and papers
 30 of the board of trustees of each community college shall be open
 31 and available, at all reasonable times, to the state council and
 32 its designated officers, employees and agents.
- (i) Except as otherwise specifically provided in this act,

 the transfer of supervision of the community colleges from the

 state board of education to coordination by the state council

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

1 shall not be construed in any manner so as to change or affect the operation, management and control of any community college or 2 3 to change or affect any existing power, duty or function of a board of trustees with respect to such operation, management and control.

(a) On July 1, 2000, the technical colleges, New Sec. 20. area vocational schools and area vocational-technical schools established and existing under the laws of this state shall and hereby are transferred from the supervision of the state board of education to coordination by the state council. technical colleges, vocational area schools and vocational-technical schools shall continue to be operated, managed and controlled by governing boards as provided for article 44 of chapter 72 of Kansas Statutes Annotated. council shall exercise such coordination of the operation, management and control of technical colleges, area vocational schools and area vocational-technical schools as may be prescribed by law.

- July 1, 2000, all of the powers, duties, functions, records and property of the state board of education relating to operations of technical colleges, area vocational schools and area vocational-technical schools shall be and are hereby - transferred to and conferred and imposed upon the state council.
- and after July 1, 2000, the state council shall be the successor in every way to the powers, duties and functions of the state board of education relating to operations of technical area vocational schools and area vocational-technical schools in which the same were vested prior to July 1, Every act performed by the state council shall be deemed to have the same force and effect as if performed by the state board of education in which such functions were vested prior to July 1, 2000.
- (d) On and after July 1, 2000, whenever the state board of 33 education, or words of like effect, is referred to or designated 34 by a statute, contract or other document relating to operations 35

1.0

1.2

1.5

- of technical colleges, area vocational schools or area vocational-technical schools, such reference or designation shall be deemed to apply to the state council.
 - (e) The state plan for vocational education, prepared and adopted by the state board of education pursuant to the provisions of the K.S.A. 72-4413, and amendments thereto, which is in existence on July 1, 2000, shall continue to be effective and shall be deemed to be the duly adopted state plan of the state council until revised, amended, revoked or nullified pursuant to law.
 - (f) All rules and regulations, and all orders and directives of the state board of education relating to operations of technical colleges, area vocational schools and area vocational-technical schools which are in existence on July 1, 2000, shall continue to be effective and shall be deemed to be the duly adopted rules and regulations or orders and directives of the state council until revised, amended, revoked or nullified pursuant to law.
 - (g) The unexpended balance of any appropriation for and any funds available to the state board of education for purposes relating to operations of technical colleges, area vocational schools and area vocational-technical schools shall be transferred to the state council on July 1, 2000.
 - (h) On and after July 1, 2000, all books, records and papers of the governing boards of technical colleges, area vocational schools and area vocational-technical schools shall be open and available, at all reasonable times, to the state council and its designated officers, employees and agents.
 - (i) Except as otherwise specifically provided in this act, the transfer of supervision of the technical colleges, area vocational schools and area vocational-technical schools from the state board of education to coordination by the state council shall not be construed in any manner so as to change or affect the operation, management and control of any technical college, area vocational school or area vocational-technical school or to

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

change or affect any existing power, duty or function of the governing board of any technical college, area vocational school or area vocational-technical school with respect to such operation, management and control.

New Sec. 21. During the period of transition from general supervision by the state board of education of the community colleges, technical colleges, area vocational schools and area vocational-technical schools to coordination thereof by the state council and from control and supervision by the state board of regents of the state educational institutions to control and supervision thereof by the state council, the state board of education and the state board of regents shall provide such assistance as the state council may request in order to enable the state council to assume in an orderly manner the exercise of powers and the performance of duties and functions transferred under authority of this act. During such period of transition, the state council may exercise such powers and perform such duties and functions relating to the control or supervision postsecondary educational institutions as may be authorized by interagency agreements entered into with the state board of regents or the state board of education.

Sec. 22. On July 1, 1999, K.S.A. 1997 Supp. 71-201 shall be and is hereby amended to read as follows: 71-201. (a) The board of trustees, in accordance with the provisions of law and the rules and regulations of the state board of education, shall have custody of and be responsible for the property of the community college and shall be responsible for the operation, management and control of the college. The board of trustees shall hold at least one regular meeting each month at a time prescribed by the board. The board shall make an annual report in the manner prescribed by the state board of education. Members of the board of trustees shall be paid subsistence allowances, mileage and other actual and necessary expenses incurred in the performance of their official duties.

(b) For effectuation of the purposes of this act, the board

period, less an amount equal to the pro rata share of such entire 1 2 amount which is attributable to the assistance received by the scholar under such federal program or programs. 3

- (c) All amounts debited by a qualified institution under subsection (b) shall be reallocated within the Eisenhower scholarship fund of the institution to the account of other Eisenhower scholars as specified by the state council.
- New Sec. 67. The state council shall administer the Eisenhower scholarship program and shall:
 - Publicize Eisenhower scholarships and provide information regarding application procedures;
 - designate and notify each/Eisenhower scholar;
 - approve and award Eisenhower scholarships;
 - evaluate the Eisenhower scholarship program annually, (d) and make a report thereon to the governor and the legislature;
 - require any qualified institution to promptly furnish any information which the state council requests relating to administration or effect of the Eisenhower scholarship program.
 - New Sec. 68. Each applicant for an Eisenhower scholarship, in accordance with rules and regulations of the state council, shall:
 - Be responsible for submission to the state council of - evidence of designation as a national merit scholar;
 - complete and file an application for an Eisenhower (b) scholarship; and
 - (g) report promptly to the state council any information reguested relating to administration of Eisenhower the scholarship program.
- Sec. 69.70 29

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

30

UNIVERSITY OF KANSAS

- There is appropriated for the above agency from the 31 32 state general fund for the fiscal year or years specified, the 33 following:
- Enhancement and equity funding 34
- 35 For the fiscal year ending June 30, 1999...... \$1,978,240

1	For the fiscal year ending June 30, 2000 \$6,676,560
2	(b) The appropriations made by this section shall not be
3	subject to the provisions of K.S.A. 46-155 and amendments
4	thereto.
5	Sec. 70.
6	UNIVERSITY OF KANSAS MEDICAL CENTER
7	(a) There is appropriated for the above agency from the
8	state general fund for the fiscal year or years specified, the
9	following:
10	Enhancement and equity funding
11	For the fiscal year ending June 30, 1999 \$1,046,400
12	For the fiscal year ending June 30, 2000 \$3,531,600
13	(b) The appropriations made by this section shall not be
14	subject to the provisions of K.S.A. 46-155 and amendments
15	thereto.
16	Sec. 71.
17	KANSAS STATE UNIVERSITY
18	(a) There is appropriated for the above agency from the
19	state general fund for the fiscal year or years specified, the
20	following:
21	Enhancement and equity funding
22	For the fiscal year ending June 30, 1999 \$1,244,800
23	For the fiscal year ending June 30, 2000 \$4,201,200
24	(b) The appropriations made by this section shall not be
25	subject to the provisions of K.S.A. 46-155 and amendments
26	thereto.
27	Sec. 72.73
28	KANSAS STATE UNIVERSITY EXTENSION SYSTEMS
29	AND AGRICULTURE RESEARCH PROGRAMS
30	(a) There is appropriated for the above agency from the
31	state general fund for the fiscal year or years specified, the
32	following:
33	Enhancement and equity funding
34	For the fiscal year ending June 30, 1999 \$519,040
35	For the fiscal year ending June 30, 2000 \$1,751,760

1	(b) The appropriations made by this section shall not be
2	subject to the provisions of K.S.A. 46-155 and amendments
3	thereto.
4	Sec. 23.
5	KANSAS STATE UNIVERSITY VETERINARY MEDICAL CENTER
6	(a) There is appropriated for the above agency from the
7	state general fund for the fiscal year or years specified, the
8	following:
9	Enhancement and equity funding
10	For the fiscal year ending June 30, 1999 \$126,700
11	For the fiscal year ending June 30, 2000 \$427,660
12	(b) The appropriations made by this section shall not be
13	subject to the provisions of K.S.A. 46-155 and amendments
14	thereto.
15	Sec. 74.
16	WICHITA STATE UNIVERSITY
17	(a) There is appropriated for the above agency from the
18	state general fund for the fiscal year or years specified, the
19	following:
20	Enhancement and equity funding
21	For the fiscal year ending June 30, 1999 \$535,040
22	For the fiscal year ending June 30, 2000 \$1,805,760
23	(b) The appropriations made by this section shall not be
24	subject to the provisions of K.S.A. 46-155 and amendments
25	thereto.
26	Sec. 25.
27	EMPORIA STATE UNIVERSITY
28	(a) There is appropriated for the above agency from the
29	state general fund for the fiscal year or years specified, the
30	following:
31	Enhancement and equity funding
32	For the fiscal year ending June 30, 1999 \$279,680
33	For the fiscal year ending June 30, 2000 \$943,920
34	(b) The appropriations made by this section shall not be
35	subject to the provisions of K.S.A. 46-155 and amendments

1	thereto. 77
2	Sec. 76.
3	FORT HAYS STATE UNIVERSITY
4	(a) There is appropriated for the above agency from the
5	state general fund for the fiscal year or years specified, the
6	following:
7	Enhancement and equity funding
8	For the fiscal year ending June 30, 1999 \$326,400
9	For the fiscal year ending June 30, 2000 \$1,101,600
10	(b) The appropriations made by this section shall not be
11	subject to the provisions of K.S.A. 46-155 and amendments
12	thereto.
13	Sec. 71.
14	PITTSBURG STATE UNIVERSITY
15	(a) There is appropriated for the above agency from the
16	state general fund for the fiscal year or years specified, the
17	following:
18	Enhancement and equity funding
19	For the fiscal year ending June 30, 1999 \$343,680
20	For the fiscal year ending June 30, 2000 \$1,159,920
21	(b) The appropriations made by this section shall not be
22	subject to the provisions of K.S.A. 46-155 and amendments
23	- thereto.
24	Sec. 76.79
25	STATE BOARD OF REGENTS
26	(a) There is appropriated for the above agency from the
27	state general fund for the fiscal year or years specified, the
28	following:
29	Washburn university property tax mill levy reduction
30	and transition expenses
31	For the fiscal year ending June 30, 2000 \$13,200,000
32	(b) The appropriations made by this section shall not be
33	subject to the provisions of K.S.A. 46-155 and amendments

1	thereto.
2	Sec. 75.
3	DEPARTMENT OF EDUCATION
4	(a) There is appropriated for the above agency from the
5	state general fund for the fiscal year or years specified, the
6	following:
7	Community college property tax mill levy reduction
8	For the fiscal year ending June 30, 2000 \$40,471,549
9 10	Technical college and area vocational school technology improvements
11	For the fiscal year ending June 30, 2000 \$1,000,000
12	Community college technology improvements
13	For the fiscal year ending June 30, 2000 \$700,000
14	(b) The appropriations made by this section shall not be
15	subject to the provisions of K.S.A. 46-155 and amendments
16	thereto.
17	Sec. 80.
18	KANSAS COUNCIL ON HIGHER EDUCATION
19	(a) There is appropriated for the above agency from the
20	state general fund for the fiscal year or years specified, the
21	following:
22	Operations (including official hospitality)
23	For the fiscal year ending June 30, 1999 \$200,000
24	For the fiscal year ending June 30, 2000 \$1,000,000
25	For the fiscal year ending June 30, 2001 \$1,000,000
26	For the fiscal year ending June 30, 2002 \$1,000,000
27 28	Washburn university property tax mill levy reduction and transition expenses
29	For the fiscal year ending June 30, 2001 \$14,600,000
30	For the fiscal year ending June 30, 2002 \$14,600,000
31	Merger and affiliation incentives
32	For the fiscal year ending June 30, 2001 \$8,000,000
33	For the fiscal year ending June 30, 2002 \$8,000,000
34	Enhancement and equity funding
	biniancement and equity funding
35	For the fiscal year ending June 30, 2001 \$25,000,000

```
1
      Community college property tax mill levy reduction
 2
         For the fiscal year ending June 30, 2000..... $41,500,000
 3
         For the fiscal year ending June 30, 2002..... $41,500,000
 4
      Technical college
                                area
                                       vocational
                                                   school
                          and
          technology improvements
 6
         For the fiscal year ending June 30, 2001...... $1,000,000
 7
         For the fiscal year ending June 30, 2002.....
                                                           $1,000,000
 8
      Community college technology improvements
         For the fiscal year ending June 30, 2001.....
 9
                                                             $700,000
         For the fiscal year ending June 30, 2002......
10
                                                             $700,000
              The appropriations made by this section shall not be
11
12
      subject to the provisions of
                                     K.S.A. 46-155 and
13
      thereto.
                      The enhanced funding appropriated in sections
14
         New Sec. 21.
      70 through 81 is in addition to typical base budget funding
15
      increases provided by appropriation acts and is not intended to
16
     pay for normal operating expenditure increases or to replace
17
18
     existing funding. It is the intent of the legislature to provide
     extraordinary funding to
19
                                        postsecondary educational
                                 enable
     institutions to achieve a level of excellence that would not
20
21
     otherwise be possible.
         Sec. 82. On January 1, 1999, K.S.A. 46-1208a
22
                                                       and
     shall be and are hereby repealed.
23
         Sec. 23. On
                        July 1, 1999, K.S.A. 12-16,102,
24
                                                            13-13a25,
25
     13-13a26, 13-13a27, 13-13a28, 13-13a29, 13-13a30,
                                                            13-13a31,
26
     13-13a32, 13-13a33, 13-13a34, 71-204, 71-304, 71-305, 71-306,
27
     71-403, 71-501, 71-601, 71-604, 71-605, 71-609a, 71-610, 71-613,
     71-1508, 71-1702, 72-4424, 79-5021, 79-5022, 79-5024, 79-5025,
28
29
     79-5026, 79-5028 and 79-5032 and K.S.A. 1997 Supp. 19-101a,
     71-201, 71-301, 71-401, 71-602, 71-607, 71-609, 71-611, 71-613a
30
     and 71-619 are hereby repealed.
31
         Sec. 24. On July 1, 2000, K.S.A. 71-801 shall
32
                                                         be
                                                             and
                                                                   is
33
     hereby repealed.
         Sec. 25. This act shall take effect and be in force from and
34
     after its publication in the statute book, the adoption of the
35
```

- proposition to amend sections 2, 3, 6 and 7 of article 6 of the
- 2 constitution of the state of Kansas in 1998 House Concurrent
- 3 Resolution No. 5049 at the general election held on November 3,
- 4 1998, and January 1, 1999.

Mot Frooded.

New Sec. 52. As used in sections 52 through 61, and amendments thereto:

- (a) "Washburn board" means the board of trustees established by section 58, and amendments thereto, for Washburn university.
- (b) "Campus property" means the real estate, buildings, facilities, furnishings, fixtures and equipment comprising the physical plant of Washburn university of Topeka.
- (c) "Endowment property" means endowment funds, scholarship funds and investment real or personal property, the net earnings of which are devoted to general or special purposes as prescribed or authorized by the donors of such property.
- (d) "State council" means the Kansas council on higher education provided for in the constitution of this state and established by section 3, and amendments thereto.

New Sec. 53. (a) On July 1, 2000, Washburn university shall be and is hereby established as a separate, freestanding state educational institution under the control and supervision of the state council, operating its traditional program of a liberal arts college, a school of business, a school of law, a school of nursing and a school of applied studies, which shall be located in the city of Topeka, county of Shawnee, Kansas, and which shall be known as Washburn university.

- continue to be known as Washburn university of Topeka and, subject to the provisions of this act, shall continue to be operated and managed as a municipal university and shall be entitled to all financial aid payments provided for by law.
- (c) Except as otherwise specifically provided in this act, after June 30, 2000, Washburn university shall be the successor in interest to Washburn university of Topeka and all properties, moneys, rights, authorities and liabilities of Washburn university of Topeka, except endowment property, are hereby transferred to and imposed upon Washburn university. Except as otherwise specifically provided in this act, after June 30, 2000, whenever Washburn university of Topeka, or words of like effect,

is referred to or designated by any statute, contract or other document, such reference or designation shall be deemed to apply to Washburn university, a state educational institution.

4 New Sec. 54. (a) On July 1, 2000, the board of regents 5 Washburn university of Topeka shall transfer and convey all of the campus property of Washburn university of Topeka and all 6 7 the rights, title or interest that Washburn university may have campus property on the date of transfer, 8 9 thereafter acquire in such campus property, to the state council 10 and on behalf of the state of Kansas. On July 1, 2000, the 11 state council shall succeed by operation of law to all rights and liabilities of Washburn university of Topeka, except for: (1) 12 13 Endowment property, (2) general obligation bonds of Washburn university of Topeka which are approved or issued and outstanding 14 15 on or before July 1, 2000, (3) contractual obligations regarding employees of Washburn university of Topeka which obligations are 16 17 covered by section 56, and amendments thereto, and (4) any other rights and liabilities otherwise specifically provided for by any 18 other section of this act. All obligations and interest on such 19 20 general obligation bonds shall be met and satisfied as provided in section 60, and amendments thereto. 21

(b) The state council, for and on behalf of the state of
-Kansas, shall accept the transfers and conveyances of title to
all of the campus property of Washburn university of Topeka.
Actual possession, control and supervision of the university and
the campus property thereof by the state of Kansas through the
state council shall be effective on July 1, 2000.

New Sec. 55. (a) Prior to July 1, 2000, and subject to the provisions of this act, the board of regents of Washburn university of Topeka shall be the governing body of Washburn university of Topeka and shall exercise such power and authority as is provided by law for the operation and management of Washburn university of Topeka in its status as a municipal university.

35

(b) After July 1, 1999, the board of regents of Washburn

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

university of Topeka shall serve as liaison with the state board of regents and the Kansas council on higher education for the purpose of implementation of transitional adjustments in the operations and procedures of the university as a state agency. During the transition period, the board of regents of Washburn university of Topeka may perform such other powers, duties and functions as may be prescribed by the state council with regard to Washburn university or by law.

- (c) During the transition period, Washburn university shall make the required adjustments in the accounting, purchasing, other administrative operations, personnel, budgeting and policies and procedures to conform to the operations, policies and procedures required under laws, rules and regulations and policies which are applicable to state educational institutions under the control and supervision of the state board of regents or the Kansas council on higher education, as the case may be. Except as otherwise authorized or prescribed by this act or by the secretary of administration, the provisions of laws and rules and regulations pertaining to accounting, purchasing, personnel, budgeting and other administrative matters, which administered by the department of administration, or any division officer thereof, and which apply to other state educational institutions, shall not apply to Washburn university during such transition period and Washburn university is hereby authorized to use other operating procedures and policies for such purposes in accordance with the provisions of this act.
- (d) During the transition period, subject to provisions of appropriation acts and subject to approval by the secretary of administration and the state council, Washburn university may transfer moneys in the Washburn university support fund and moneys in the Washburn operating grant account of the state general fund to a bank located in Shawnee county, Kansas, to the account of Washburn university. The bank account shall be awarded to a bank located in Shawnee county, Kansas, by the pooled money investment board under a written agreement in accordance with

1 procedures for state bank accounts under K.S.A. 75-4217, amendments thereto, and shall be secured by pledge of securities 2 3 in the manner prescribed for state bank accounts under K.S.A. 75-4218, and amendments thereto, and in the amount prescribed for 4 5 fee agency accounts under that statute. Each such transfer shall be made upon vouchers of the state council, which the director of 6 7 accounts and reports and the state treasurer are 8 authorized and directed to honor by making such transfers, and 9 the moneys so transferred shall be for use by Washburn university in operating and conducting the activities of the university 10 11 during the transition period. Washburn university shall make a 12 full and complete report on a monthly basis to the state council and the secretary of administration of all expenditures from such 13 14 bank account. During the transition period, all other funds of Washburn university shall be maintained on deposit to the account 15 16 of Washburn university with the same bank selected under subsection by the pooled money investment board.

The provisions of this section shall be construed and applied to effectuate the orderly and timely transition of Washburn university from an autonomous municipal university to a state educational institution under the control and supervision of the state council on higher education.

17

18

19

20

21

22

28

29

30

31

32

33

34

35

23 (f) As used in this section "transition period" means the 24 period from July 1, 1999, through June 30, 2000, except that such period may be extended upon approval by the state council, upon 25 request therefor by Washburn university, for an additional 26 specified period which shall end on or before June 30, 2001. 27

New Sec. 56. (a) On or before July 15, 1999, the board of regents of Washburn university of Topeka shall submit state council a list of employees of Washburn university of Topeka who are recommended for appointment by the state council on July 1, 2000, as employees of Washburn university. On or before June 15, 2000, the state council shall advise the board of regents of Washburn university of Topeka of its approval or any modification of such list.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

- (b) On July 1, 2000, the state council shall appoint the employees on such list, as approved or as modified and approved by the state council, to positions in the classified service or unclassified service under the Kansas civil service act at Washburn university and, consistent with the Kansas civil service act, establish the terms and conditions of employment for such employees. Each such employee whose position is within the classified service under the Kansas civil service act shall be deemed to be subject to and qualified under the Kansas civil service act for the position to which such employee is appointed at the time of the assumption of control and supervision by the state council on July 1, 2000.
- (c) (l) On and after July 1, 2000, except as otherwise provided by this act, employees of Washburn university shall eligible as provided by statute for membership in the Kansas public employees retirement system or as provided by statute for in the retirement annuity plan under K.S.A. participation 74-4925, and amendments thereto. No prior service credit under the Kansas public employees retirement system shall be credited to such employees for service with Washburn university of Topeka prior to July 1, 2000, except that such service prior to July 1, 2000, shall be credited toward satisfaction of the requirement to -complete the certain period of service required for membership by such persons in the Kansas public employees retirement system and shall be credited toward satisfaction of the requirement the certain period of service required for such persons to be granted a vested retirement benefit in such retirement system, as provided by statute for persons eligible for membership in the Kansas public employees retirement system, shall be credited toward satisfaction of the requirement to complete the certain period of service required for such persons to participate in the retirement annuity plan under K.S.A. 74-4925, and amendments thereto, as provided by statute for persons eligible to participate in such retirement annuity plan.
 - (2) Each person who is appointed by the state board of

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

regents to a position in the classified service under the Kansas civil service act under subsection (b) and who did participate in retirement plan of Washburn university of Topeka prior to July 1, 2000, shall elect by filing a written election office of the Kansas public employees retirement system, in the form and manner prescribed by the board of trustees of such system, prior to July 18, 2000, either to become eligible for assistance by the state board of regents in the purchase of retirement annuity under K.S.A. 74-4925, and amendments thereto, or not to become eligible for such assistance. Failure to file such written election shall be presumed to be an election not to become eligible for such assistance. Such election, whether to become eligible to receive such assistance or not to become eligible to receive such assistance, shall be effective as of the first day of the first complete payroll period which commences on or after July 1, 2000, and shall be irrevocable.

- (d) All employees appointed under this section to positions at Washburn university shall be credited with all service of such employees with Washburn university of Topeka prior to July 1, 2000, for all purposes of determining longevity and longevity benefits under the Kansas civil service act or under the policies and rules and regulations of the state council. All sick and personal leave accrued by such employees for service with Washburn university of Topeka prior to July 1, 2000, shall be credited to such employees as sick and vacation leave under the applicable policies and rules and regulations of the state council or rules and regulations adopted under the Kansas civil service act.
- Subject to and in accordance with the provisions appropriation acts, in order to provide employee and family health care coverage or health care services of a health maintenance organization for employees appointed under this section to positions at Washburn university, the Kansas employees health care commission and the secretary of administration are hereby authorized to adopt and make

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

supplemental provisions for the participation of such employees within the state health care benefits program under the cafeteria benefits plan established pursuant to K.S.A. 75-6512, and amendments thereto.

New Sec. 57. (a) On July 1, 1999, or as soon thereafter as outstanding, long-term investments may be liquidated without penalty, the board of regents of Washburn university of Topeka, with regard to any such long-term investments, shall pay to state treasurer all unencumbered and unexpended moneys Washburn university of Topeka, except moneys (1) which constitute endowment property, (2) which are the moneys of a not-for-profit corporation operating the student union at the university or of any other not-for-profit corporation participating in university affiliated activities, or (3) which are the proceeds from the levy authorized by K.S.A. 13-13a23, and amendments thereto. Upon receipt of such moneys, the state treasurer shall deposit the entire amount in the state treasury to the credit of the Washburn university support fund which is hereby created in the state treasury.

- (b) (1) All expenditures from the Washburn university support fund shall be made in accordance with appropriation acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the state council or by a person or persons designated by the state council.
- 25 (2) On or before the 10th of each month, the director of
 26 accounts and reports shall transfer from the state general fund
 27 to the Washburn university support fund interest earnings based
 28 on: (A) The average daily balance of moneys in the Washburn
 29 university support fund for the preceding month; and (B) the net
 30 earnings rate for the pooled money investment portfolio for the
 31 preceding month.
- 32 (c) After June 30, 2000, any moneys to which Washburn 33 university of Topeka is entitled from the tax levy made by the 34 board of regents of Washburn university of Topeka under K.S.A. 35 12-16,102, 13-13a18, 13-13a23 or 75-6110, and amendments thereto,

for tax years prior to tax year 2000, shall be paid to the Washburn board and shall be used for the purposes authorized by section 58, and amendments thereto.

New Sec. 58. (a) At the time of the transfer of control and supervision of Washburn university to the state council on July 1, 2000, the board of regents of Washburn university of Topeka shall be and is hereby abolished and there shall be and is hereby established the board of trustees for Washburn university, which shall be referred to as the Washburn board. Within the powers, duties and functions prescribed by this act, the Washburn board is hereby declared to be an agency of the state for all purposes under the Kansas tort claims act and the members of the Washburn board are hereby declared to be employees of the state for all purposes under the Kansas tort claims act.

- (b) The Washburn board shall be composed of nine members who are residents of Kansas and appointed by the governor. Members appointed to the Washburn board are eligible for reappointment. Persons serving as members of the board of regents of Washburn university of Topeka on June 30, 2000, are eligible for appointment to the Washburn board. All vacancies in office of members of the Washburn board shall be filled by appointment by the governor for the remainder of the unexpired term of the member creating the vacancy.
- (c) The members of the Washburn board shall serve for terms of four years and until their respective successors have been appointed and qualified, except that, of the members initially appointed for the terms commencing on July 1, 2000, three shall serve for terms of three years, three shall serve for terms of two years, and three shall serve for terms of one year.
- 30 (d) The primary purpose of the Washburn board shall be to
 31 support the educational undertakings of Washburn university. The
 32 Washburn board shall have the right, power and authority to have
 33 a seal, to employ such employees as are necessary for its
 34 functions, to sue and be sued and all other powers and privileges
 35 as may be necessary for the discharge of its duties and

responsibilities for its functions, which are not in conflict with this act or any other law. The Washburn board shall also have the power and authority to use the proceeds of the tax levy provided for in section 60, and amendments thereto, for purposes to the benefit of Washburn university which shall include, but limited to, construction, reconstruction or equipping of existing buildings or for any other improvements. After July 1, 2000, the Washburn board shall also have the power and authority to issue bonds as provided in section 60, and amendments thereto.

New Sec. 59. On July 1, 2000, the board of trustees of the Washburn endowment association, a not-for-profit corporation organized and existing under the laws of Kansas, shall assume all of the rights, powers and authority of, and shall be deemed to be the same legal entity as, the board of regents of Washburn university of Topeka with respect to endowment property of Washburn university of Topeka and shall succeed by operation of law to the ownership of all such endowment property and all such endowment property is hereby transferred and conveyed thereto. The board of trustees of the Washburn endowment association shall have the right to hold, manage, lease, sell and receive properties, real and personal, for the endowment or benefit of Washburn university.

New Sec. 60. (a) The governing body of the city of Topeka shall levy an annual tax commencing with the tax year 2000 at the rate fixed by the Washburn board of not to exceed 5.0 mills on all taxable tangible property in such city. That portion of the amount constituting the proceeds of such levy together with the proceeds of levies for prior years under K.S.A. 13-13a23, and amendments thereto, as are required to retire and pay the interest on bonds of Washburn university of Topeka approved or issued and outstanding on or before July 1, 2000, or on bonds of the Washburn board issued under this section and outstanding after July 1, 2000, shall be paid by the county treasurer to the state treasurer and, upon receipt of the same, the state

22

23

24

25

26

27

28

29

30

31

on all such bonds.

- treasurer shall credit the amount paid to the Washburn university bond and interest sinking fund which is hereby created in the state treasury and which shall be used by the state council for the purpose of retiring and paying the principal of and interest
- (b) The Washburn board shall have the continuing right, 6 power and authority, by resolution and for the purposes approved 7 8 by the state council, to issue bonds from time to time, for the purpose of acquiring real estate, erecting buildings for Washburn 9 10 university or additions to present buildings of such university 11 and the purchase of equipment for such buildings and for refunding any indebtedness for Washburn university. There shall 12 not be outstanding at any one time an aggregate of bonds issued 13 under this section by the Washburn board in excess of 2% of 14 15 assessed valuation of the taxable tangible property within the 16 city of Topeka. The bonds shall bear interest at a rate not 17 exceeding the maximum rate of interest prescribed by K.S.A. 10-1009, and amendments thereto, and shall mature not later than 18 years from date of issuance. Payment of bonds issued under 19 this section by the Washburn board shall be made by the state 20 21 council in accordance with subsection (a).
 - (c) If the proceeds of such levy in any year, together with funds available from previous levies, are insufficient to pay the principal of and interest on all such bonds required to be paid in such year, the governing body of the city of Topeka shall make such additional tax levy as may be necessary to pay such interest and principal installments coming due in such year in full. The proceeds of any such additional tax levy shall be paid by the county treasurer to the state treasurer and shall be credited by the state treasurer to the Washburn university bond and interest sinking fund.
- 32 (d) The balance, if any, of any levies made under this 33 section which remains after the amount required to retire and pay 34 the interest on all such bonds is paid to the state treasurer 35 shall be paid over to the Washburn board and shall be used for

- purposes authorized by section 58, and amendments thereto, as may be determined by the Washburn board, except that the Washburn board shall not make any expenditures for any expense of Washburn university or for any campus property thereof unless such expenditures have received prior approval by the state council.
 - (e) The bonds described in this section shall not be considered in applying any law limiting bonded indebtedness of the city of Topeka. The tax levies authorized by this section are exempt from the limitation imposed under the provisions of K.S.A. 79-5021 through 79-5035, and amendments thereto.
 - (f) On the 10th of each month, the director of accounts and reports shall transfer from the state general fund to the Washburn university bond and interest sinking fund interest earnings based on: (1) The average daily balance of moneys in the Washburn university bond and interest sinking fund for the preceding month; and (2) the net earnings rate for the pooled money investment portfolio for the preceding month.
- New Sec. 61. For the 2000-01 academic year and for each academic year thereafter, until such time as the state council on higher education determines that the rates of Kansas resident undergraduate tuition for the regional state educational institutions are comparable to the rate of Kansas resident undergraduate tuition for Washburn university, the state council shall submit budget requests for Washburn university which presume that the percentage increase in the rate of Kansas resident undergraduate tuition for Washburn university shall be no greater than 1/2 of the percentage increase in the rate of Kansas resident undergraduate tuition for the regional state educational institutions.
 - New Sec. 62 (a) As used in this section:
- (1) "Governing board" means in the case of a community college, the board of trustees; in the case of an area vocational school or a technical college that formerly was an area vocational school, the board of education of the sponsoring school district; in the case of an area vocational-technical